

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

I

**W-02031A**  
**Indiada Water Company Inc.**  
**301 North Garden Avenue**  
**Sierra Vista, AZ 85635**

RECEIVED

APR 17 2008

AZ CORP COMM.  
Director Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-17-08

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** Indiada Water Company Inc.

Mailing Address 301 North Garden Avenue

(Street)

Sierra Vista

(City)

Arizona

(State)

85635

(Zip)

(520)-458-3209

Telephone No. (Include Area Code)

(520)-439-9717

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address nfwatkins@theriver.net

Local Office Mailing Address Same as above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** Nathan Watkins

President

(Name)

(Title)

301 North Garden Avenue

(Street)

Sierra Vista

(City)

Arizona

(State)

85635

(Zip)

(520) 458-3209

Telephone No. (Include Area Code)

(520) 439-9717

Fax No. (Include Area Code)

(520)-266-1976

Pager/Cell No. (Include Area Code)

Email Address nfwatkins@theriver.net

**On Site Manager:** Same as above

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent: Bob Watkins**

(Name)

301 North Garden Avenue  
(Street)

Sierra Vista  
(City)

Arizona  
(State)

85635  
(Zip)

(520) 458-3209

Telephone No. (Include Area Code)

(520) 439-9719

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Not Applicable

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME: Indiada Water Company Inc.**

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	750		750
304	Structures and Improvements			
307	Wells and Springs	14,648	14,357	147
311	Pumping Equipment	5,449	5,147	302
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	18,217	16,823	1,394
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	1,255	1,220	35
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,789	3,697	92
341	Transportation Equipment	18,045	1,805	16,240
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>62,189</b>	<b>43,229</b>	<b>18,960</b>

This amount goes on the Balance Sheet Acct. No. 108

**COMPANY NAME: Indiada Water Company Inc.**

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	750		
304	Structures and Improvements			
307	Wells and Springs	14,648		41
311	Pumping Equipment	5,449		447
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	18,217		789
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	1,255		0
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,789		600
341	Transportation Equipment	18,045		1,805
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>62,189</b>		<b>3,556</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**BALANCE SHEET**

<b>Acct .No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$5,429	\$3,017
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies	1,000	1,000
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$6,429	\$7,017
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$44,144	\$62,189
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(39,673)	(43,229)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$4,471	\$18,960
	<b>TOTAL ASSETS</b>	<b>\$10,900</b>	<b>\$25,977</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$144	\$292
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	390	500
236	Accrued Taxes	719	667
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$1,253	\$1,459
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$14,323
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$1,253	\$15,782
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$41,300	\$41,300
211	Paid in Capital in Excess of Par Value	(22,643)	(22,643)
215	Retained Earnings	2,290	2,838
218	Proprietary Capital (Sole Props and Partnerships)	(11,300)	(11,300)
	<b>TOTAL CAPITAL</b>	\$9,647	\$10,195
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$10,900</b>	<b>\$25,977</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$26,415	\$27,380
460	Un-metered Water Revenue		
474	Other Water Revenues	15	60
	<b>TOTAL REVENUES</b>	\$26,160	\$27,440
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$9,000	\$9,000
610	Purchased Water	2,169	4,009
615	Purchased Power	1,687	986
618	Chemicals		
620	Repairs and Maintenance	4,404	3,714
621	Office Supplies and Expense	4,109	746
630	Outside Services	1,480	1,756
635	Water Testing	510	600
641	Rents	1,200	1,200
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,713	316
403	Depreciation Expense	2,722	3,556
408	Taxes Other Than Income	1,347	1,905
408.11	Property Taxes	1,549	1,764
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$31,890	\$29,597
	<b>OPERATING INCOME/(LOSS)</b>	\$(5,730)	\$(2,157)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		4,000
426	Miscellaneous Non-Utility Expenses		250
427	Interest Expense		1,045
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$2,705
	<b>NET INCOME/(LOSS)</b>	<b>\$(5,730)</b>	<b>\$548</b>

**COMPANY NAME: Indiada Water Company Inc.**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	02/03/2007			
Source of Loan	First Credit Union			
ACC Decision No.				
Reason for Loan	Purchase Truck			
Dollar Amount Issued	\$18,315	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity	01/03/2015			
Interest Rate	6.79%	%	%	%
Current Year Interest	\$1,045	\$	\$	\$
Current Year Principle	\$3,992	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 400

Meter Deposits Refunded During the Test Year \$ 90

<b>COMPANY NAME: Indiada Water Company Inc.</b>	
<b>Name of System</b>	<b>ADEQ Public Water System Number (if applicable) 02020</b>

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-805790	1	12	55	8	N/A	1970
55-805791	2	20	150	8	N/A	1966
55-805792	1.5	20	145	8	2	1967

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
2	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
12,000	1	1,000	2
		85	2

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: Indiada Water Company Inc.</b>	
<b>Name of System</b>	<b>ADEQ Public Water System Number (if applicable) 02020</b>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2	PVC	210	5/8 X 3/4	53
3	AC/PVC	10,000	3/4	
4			1	
5			1 1/2	
6	PVC	1,800	2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

**For the following three items, list the utility owned assets in each category for each system.**

TREATMENT EQUIPMENT:

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STRUCTURES:

Fences

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OTHER:

Office Furniture and Equipment, Truck

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*Note: If you are filing for more than one system, please provide separate sheets for each system.*

**COMPANY NAME: Indiada Water Company Inc.**

**Name of System**

**ADEQ Public Water System Number (if applicable) 02020**

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

<b>MONTH/YEAR</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>	<b>GALLONS PURCHASED (Thousands)</b>
<b>JANUARY</b>	55	239,760		
<b>FEBRUARY</b>	54	395,570		
<b>MARCH</b>	54	155,620		
<b>APRIL</b>	54	121,970		
<b>MAY</b>	54	145,120		
<b>JUNE</b>	54	179,290		
<b>JULY</b>	54	158,870		
<b>AUGUST</b>	54	191,770		
<b>SEPTEMBER</b>	54	346,690		
<b>OCTOBER</b>	55	319,180		
<b>NOVEMBER</b>	55	267,430		
<b>DECEMBER</b>	55	139,930		
<b>TOTALS →</b>		<b>2,586,600</b>		

**What is the level of arsenic for each well on your system? <.001 all wells mg/l**

*(If more than one well, please list each separately.)*

**If system has fire hydrants, what is the fire flow requirement? \_\_\_\_ GPM for \_\_\_\_ hrs**  
N/A

**If system has chlorination treatment, does this treatment system chlorinate continuously?**  
☐ Yes ☒ No

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**  
☐ Yes ☒ No

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**  
☐ Yes ☒ No

**If yes, provide the GPCPD amount: \_\_\_\_\_**

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME Indiada Water Company Inc. YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 1,764

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

RECEIVED

APR 11 2008

42 CORP COMM

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) Cochise	Director Utilities
NAME (OWNER OR OFFICIAL) TITLE Nathan Watkins President	
COMPANY NAME Indiada Water Company Inc.	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

*Nathan Watkins*

SIGNATURE OF OWNER OR OFFICIAL

(520) 458-3209

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

10th

DAY OF

COUNTY NAME

COCHISE

MONTH

APRIL

2008

(SEAL)



OFFICIAL SEAL  
GINI ARTHUR  
NOTARY PUBLIC - STATE OF ARIZONA  
COCHISE COUNTY  
My Comm. Expires March 28, 2011

*Gini Arthur*

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

COMPANY NAME Indiada Water Company Inc. YEAR ENDING 12/31/2007

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>406</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>406</u>
Estimated or Actual State Tax Liability	<u>0</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>                    </u>
Amount of Gross-Up Tax Collected	<u>                    </u>
Total Grossed-Up Contributions/Advances	<u>                    </u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Nathan Watkins  
SIGNATURE

4-10-08  
DATE

Nathan Watkins  
PRINTED NAME

Manager  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED  
APR 12 2008  
AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	
<b>Cochise</b>	
NAME (OWNER OR OFFICIAL) TITLE	
<b>Nathan Watkins</b>	<b>President</b>
COMPANY NAME	
<b>Indiada Water Company Inc.</b>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 33,076 .

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 1,601  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED. ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Nathan Watkins*

SIGNATURE OF OWNER OR OFFICIAL

(520) 458-3209

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

10th

DAY OF

COUNTY NAME **Cochise**

MONTH APRIL

2008

(SEAL)



OFFICIAL SEAL  
GINI ARTHUR  
NOTARY PUBLIC - STATE OF ARIZONA  
COCHISE COUNTY

My Comm. Expires March 28 2011

*Gini Arthur*

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only

RECEIVED

APR 17 2008

42 CORP COMM  
Director Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <b>Cochise</b>	
NAME (OWNER OR OFFICIAL) <b>Nathan Watkins</b>	TITLE <b>President</b>
COMPANY NAME <b>Indiada Water Company Inc.</b>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$ <u>33,076</u>
---

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 1,601  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

520-458-3209  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

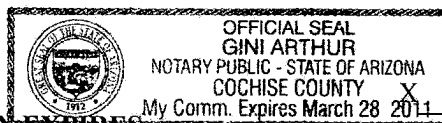
**THIS**

10<sup>th</sup>


**DAY OF**

NOTARY PUBLIC NAME <b>GINI ARTHUR</b>	
COUNTY NAME <b>COCHISE</b>	
MONTH <b>APRIL</b>	<b>2008</b>

**(SEAL)**



**MY COMMISSION EXPIRES**

  
SIGNATURE OF NOTARY PUBLIC